STAND. COM. REP. NO. 3316

Honolulu, Hawaii

APR 0 4 2014

RE: H.B. No. 1491

H.D. 1 S.D. 1

Honorable Donna Mercado Kim President of the Senate Twenty-Seventh State Legislature Regular Session of 2014 State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred H.B. No. 1491, H.D. 1, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO THE BUDGET,"

begs leave to report as follows:

The purpose and intent of this measure is to provide for the fiscally responsible use of state moneys.

Specifically, this measure requires the University of Hawaii to provide written notice to the Director of Finance before:

- (1) Transferring special fund moneys to another special fund or before expending special fund moneys beyond that of the statutory purpose of the special fund; and
- (2) The transfer of appropriated funds and positions for the operating cost category among programs or cost elements in a program.

Your Committee received written comments in opposition from the University of Hawaii. The Department of Budget and Finance submitted written comments on the measure.

Your Committee finds that requiring the University of Hawaii to provide notice prior to transferring money between special funds, using special fund money for purposes outside of what is statutorily authorized, or transferring appropriations between

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programs will increase accountability and transparency of the University's finances. Your Committee notes that this measure does not establish a penalty if the University of Hawaii fails to provide the requisite notice as required by this measure and believes that this issue should be a topic of discussion when this measure is being considered by the legislative Committee on Conference.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1491, H.D. 1, S.D. 1, and recommends that it pass Third Reading.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

DAVID Y IGE, Chair

The Senate Twenty-Seventh Legislature State of Hawai'i

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:*	Committee Referral:		Dat	Date:	
HB1491 HDT SDI	HRE,	MAM	3	-28-14	4
The committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
IGE, David Y. (C)		~			
KIDANI, Michelle N. (VC)		~			
CHUN OAKLAND, Suzanne		/		<u> </u>	
DELA CRUZ, Donovan M.					
ENGLISH, J. Kalani		~			
ESPERO, Will		~			
KAHELE, Gilbert		~			_
KEITH-AGARAN, Gilbert S.C.					
KOUCHI, Ronald D.		1 1 1 1 1			
RUDERMAN, Russell E.		~			
THIELEN, Laura H.		V			
TOKUDA, Jill N.					
SLOM, Sam		<u> </u>			
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Recommendation: Adopted Not Adopted					
Chair's or Designee's Signature: hubble Adani					
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

*Only one measure per Record of Votes